

**CITY OF BISMARCK POLICE PENSION FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2008**

	May-08				April-08				March-08				December-07				September-07				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Actual	Month	Market Value	Allocation	Actual	Month	Market Value	Allocation	Actual	Quarter	Market Value	Allocation	Actual	Quarter	Market Value	Allocation	Actual	Quarter	Net ROR	Net ROR	Net	Net
LARGE CAP DOMESTIC EQUITY																								
Structured Growth																								
LA Capital	816,552	3.4%	3.4%	4.82%	773,505	3.3%	3.4%	5.46%	733,362	3.2%	3.4%	-10.03%	774,460	3.2%	3.2%	-1.45%	790,748	3.2%	3.2%	0.41%	-1.59%	21.75%	13.79%	N/A
Total Structured Growth	816,552	3.4%	3.4%	4.82%	773,505	3.3%	3.4%	5.46%	733,362	3.2%	3.4%	-10.03%	774,460	3.2%	3.2%	-1.45%	790,748	3.2%	3.2%	0.41%	-1.59%	21.75%	13.79%	11.59%
Russell 1000 Growth				3.67%				5.25%				-10.18%				-0.77%				4.21%	1.34%	19.04%	8.70%	9.28%
Structured Value																								
LSV	769,217	3.2%	3.4%	-0.21%	765,630	3.2%	3.4%	4.68%	731,212	3.2%	3.4%	-9.60%	830,493	3.4%	3.6%	-5.86%	893,659	3.7%	3.6%	-1.05%	-12.03%	23.29%	19.11%	16.46%
Russell 1000 Value				-0.16%				4.87%				-8.72%				-5.80%				-0.24%	-10.18%	21.87%	15.93%	13.31%
Enhanced Russell 1000 Index																								
LA Capital	670,428	2.8%	2.8%	2.98%	646,401	2.7%	2.8%	5.12%	614,836	2.7%	2.8%	-10.60%	726,142	3.0%	3.0%	-1.46%	829,904	3.4%	3.4%	0.07%	-4.56%	20.43%	13.31%	11.77%
Russell 1000				1.83%				5.07%				-9.48%				-3.23%				1.98%	-4.42%	20.43%	12.34%	11.33%
Enhanced S&P 500 Index																								
Northern Trust	314,799	1.3%	1.4%	1.22%	308,652	1.3%	1.4%	4.68%	294,594	1.3%	1.4%	-9.48%	558,800	2.3%	2.4%	-4.71%	756,400	3.1%	3.1%	0.34%	-8.31%	19.26%	11.40%	10.53%
Westridge	703,969	2.9%	3.1%	1.43%	688,797	2.9%	3.1%	5.00%	655,693	2.8%	3.1%	-9.14%	719,981	3.0%	3.1%	-3.10%	986,800	4.1%	3.1%	2.18%	-4.18%	21.05%	12.00%	11.00%
Wells Capital	611,509	2.5%	2.4%	3.02%	504,844	2.1%	2.4%	11.64%	451,555	2.0%	2.4%	-21.13%	567,981	2.4%	2.4%	-13.04%	666,485	2.7%	2.4%	4.26%	-17.75%	30.71%	N/A	N/A
European Credit Management	346,237	1.4%	1.4%	2.51%	314,666	1.3%	1.4%	9.33%	287,715	1.2%	1.4%	-20.15%	259,590	1.1%	1.1%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Prudential	379,226	1.6%	1.5%	6.11%	354,752	1.5%	1.5%	5.94%	334,863	1.4%	1.5%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Franklin	328,080	1.4%	1.4%	3.01%	315,966	1.3%	1.4%	4.83%	301,246	1.3%	1.4%	-8.11%	522,121	2.2%	2.4%	-4.58%	559,938	2.3%	2.4%	-0.71%	-6.00%	N/A	N/A	N/A
Total Enhanced S&P 500 Index	2,683,819	11.2%	11.4%	2.73%	2,487,676	10.5%	11.4%	6.90%	2,325,666	10.1%	11.4%	-13.92%	2,628,472	10.9%	11.4%	-5.87%	2,969,623	9.9%	11.0%	1.60%	-9.59%	21.56%	11.94%	11.24%
S&P 500				1.30%				4.87%				-9.44%				-3.33%				2.03%	-5.12%	20.59%	11.68%	10.71%
Absolute Return Strategy																								
Epoch	362,275	1.5%	1.4%	2.42%	351,733	1.5%	1.4%	6.55%	329,768	1.4%	1.4%	-5.89%	253,735	1.1%	1.1%	-2.48%	157,144	0.6%	1.1%	0.06%	0.21%	N/A	N/A	N/A
S&P 500				1.30%				4.87%				-9.44%				-3.33%				2.03%	-5.12%	20.59%	11.68%	10.71%
S&P 500 Index																								
State Street	392,140	1.6%	1.7%	2.20%	380,624	1.6%	1.7%	3.92%	366,050	1.6%	1.7%	-10.79%	360,851	1.5%	1.7%	-5.86%	386,788	1.6%	1.7%	-0.79%	-11.52%	21.86%	12.41%	11.15%
S&P 500				1.30%				4.87%				-9.44%				-3.33%				2.03%	-5.12%	20.59%	11.68%	10.71%
TOTAL LARGE CAP DOMESTIC EQUITY	5,694,431	23.7%	24.0%	2.59%	5,405,569	22.8%	24.0%	5.92%	5,100,895	22.0%	24.0%	-11.75%	5,574,154	23.1%	24.0%	-4.76%	6,027,866	24.7%	24.0%	0.70%	-8.03%	21.66%	13.61%	12.15%
S&P 500				1.30%				4.87%				-9.44%				-3.33%				2.03%	-5.12%	20.59%	11.68%	10.71%
SMALL CAP DOMESTIC EQUITY																								
Manager-of-Managers																								
SEI	1,862,822	7.8%	8.6%	4.58%	1,673,685	7.1%	8.6%	3.97%	1,642,889	7.1%	8.6%	-12.82%	1,881,957	7.8%	8.6%	-6.46%	1,962,539	8.1%	8.6%	-4.25%	-15.10%	17.13%	13.31%	14.32%
Russell 2000 + 200bp				4.76%				4.35%				-9.43%				-4.09%				-2.60%	-7.51%	18.76%	15.72%	16.16%
Callan	801,966	3.3%	3.4%	5.11%	742,212	3.1%	3.4%	4.28%	711,996	3.1%	3.4%	-11.51%	805,735	3.3%	3.4%	-4.56%	866,258	3.6%	3.4%	-1.14%	-8.49%	21.00%	N/A	N/A
Russell 2000				4.59%				4.19%				-9.90%				-4.58%				-3.09%	-9.20%	16.44%		
TOTAL SMALL CAP DOMESTIC EQUITY	2,664,788	11.1%	12.0%	4.74%	2,415,897	10.2%	12.0%	4.06%	2,354,884	10.2%	12.0%	-12.44%	2,687,692	11.1%	12.0%	-5.88%	2,828,797	11.6%	12.0%	-3.32%	-13.15%	17.89%	13.50%	14.44%
Russell 2000				4.59%				4.19%				-9.90%				-4.58%				-3.09%	-9.20%	16.44%	13.45%	13.88%
INTERNATIONAL EQUITY																								
Large Cap - Core																								
State Street	274,905	1.1%	1.1%	1.95%	273,296	1.2%	1.1%	4.92%	260,333	1.1%	1.1%	-9.35%	257,776	1.1%	1.1%	-4.44%	268,784	1.1%	1.1%	1.42%	-6.02%	27.82%	20.73%	15.09%
MSCI EAFE (1)				0.97%				5.43%				-8.91%				-1.75%				2.18%	-2.65%	27.00%	20.77%	14.70%
Large Cap - Active																								
Capital Guardian	854,509	3.6%	3.3%	1.01%	822,899	3.5%	3.3%	7.10%	769,473	3.3%	3.3%	-11.85%	792,889	3.3%	3.3%	-1.21%	808,714	3.3%	3.3%	-0.21%	-5.98%	26.04%	21.52%	14.83%
LSV	813,066	3.4%	3.3%	-0.03%	823,968	3.5%	3.3%	5.95%	777,696	3.4%	3.3%	-12.07%	738,282	3.1%	3.3%	-5.87%	781,493	3.2%	3.3%	-3.20%	-15.15%	29.94%	N/A	N/A
Bank of Ireland	-	0.0%	1.1%	N/A	179	0.0%	1.1%	N/A	261	0.0%	1.1%	-16.77%	237,851	1.0%	1.1%	-7.93%	257,364	1.1%	1.1%	-4.43%	N/A	25.29%	19.70%	13.72%
Total Large Cap - Active	1,667,575	7.0%	7.7%	0.49%	1,647,047	6.9%	7.7%	6.52%	1,547,429	6.7%	7.7%	-12.20%	1,769,022	7.3%	7.7%	-4.12%	1,847,571	7.6%	7.7%	-2.09%	-11.77%	27.58%	22.64%	15.45%
MSCI EAFE - 50% Hedged				1.26%				6.46%				-12.04%				-2.19%				0.11%	-7.16%	26.94%	22.55%	15.71%
Small Cap - Active																								
Lazard	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	76	0.0%	0.0%	-26.49%	249,415	1.0%	1.1%	-3.54%	N/A	24.18%	22.99%	21.28%
DFA	272,686	1.1%	1.1%	2.15%	270,598	1.1%	1.1%	1.65%	266,071	1.1%	1.1%	-3.66%	227,927	0.9%	1.1%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Wellington	279,728	1.2%	1.1%	1.93%	276,617	1.2%	1.1%	3.93%	266,024	1.1%	1.1%	-8.20%	255,381	1.1%	1.1%	-4.48%	266,132	1.1%	1.1%	-0.96%	-8.01%	26.62%	20.49%	21.40%
Total Small Cap - Active	552,415	2.3%	2.2%	2.04%	547,215	2.3%	2.2%	2.79%	532,095	2.3%	2.2%	-5.93%	483,384	2.0%	2.2%	-4.71%	515,547	2.1%	2.2%	-2.23%	-8.09%	25.39%	21.75%	21.34%
S&P/Citigroup BMI EPAC < \$2BN				2.10%				2.30%				-7.41%				-5.94%				-0.66%	-9.63%	28.60%	26.33%	25.39%
TOTAL INTERNATIONAL EQUITY	2,494,895	10.4%	11.0%	1.00%	2,467,558	10.4%	11.0%	5.49%	2,339,858	10.1%	11.0%	-10.65%	2,510,182	10.4%	11.0%	-4.27%	2,631,902	10.8%	11.0%	-1.77%	-10.48%	27.21%	22.14%	16.66%
MSCI EAFE - 50% Hedged				1.26%				6.46%				-12.04%				-2.19%				0.11%	-7.16%	26.94%	22.55%	15.71%
EMERGING MARKETS EQUITY																								
Core																								
JP Morgan	118,141	0.5%	0.5%	1.01%	116,875	0.5%	0.5%	9.30%	106,862	0.5%	0.5%	-11.11%	151,707	0.6%	0.5%	5.71%	159,246	0.7%	0.5%	11.70%	15.87%	46.07%	N/A	N/A
PanAgora	119,582	0.5%	0.5%	2.57%	116,521	0.5%	0.5%	10.02%	105,849	0.5%	0.5%	-12.20%	148,041	0.6%	0.5%	3.21%	159,197	0.7%	0.5%	15.67%	18.30%	46.34%	N/A	N/A
WestLB	123,948	0.5%	0.5%	3.24%	119,553	0.5%	0.5%	8.11%	110,407	0.5%	0.5%	-9.78%	150,076	0.6%	0.5%	5.94%	158,352	0.6%	0.5%	14.72%	22.38%	42.11%	N/A	N/A
UBS	217,807	0.9%	0.9%	1.46%	214,516	0.9%	0.9%	9.51%	195,766	0.8%	0.9%	-12.86%	221,220	0.9%	0.9%	5.27%	278,074	1.1%	0.9%	14.81%	17.00%	42.04%	N/A	N/A
Total Core	579,477	2.4%	2.4%	1.97%	567,465	2.4%	2.4%	9.27%	518,884	2.2%	2													

**CITY OF BISMARCK POLICE PENSION FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2008**

	May-08				April-08				March-08				December-07				September-07				Current Fiscal YTD	Prior Year FY07	3 Years Ended 6/30/2007	5 Years Ended 6/30/2007
	Market Value	Allocation	Month	Net ROR	Market Value	Allocation	Month	Net ROR	Market Value	Allocation	Quarter	Net ROR	Market Value	Allocation	Quarter	Net ROR	Market Value	Allocation	Quarter	Net ROR	Net ROR	Net ROR	Net	Net
<b>DOMESTIC FIXED INCOME</b>																								
<b>Core Bond</b>																								
<b>Western Asset</b>	461,715	1.9%	2.0%	-0.68%	568,083	2.4%	2.0%	0.70%	550,703	2.4%	2.0%	-1.65%	610,692	2.5%	2.0%	0.80%	661,571	2.7%	2.7%	2.08%	1.22%	7.00%	4.29%	5.59%
Lehman Aggregate				-0.73%				-0.21%				2.17%				3.00%				2.84%	7.21%	6.12%	3.98%	4.48%
<b>Index</b>																								
Bank of ND	779,991	3.3%	3.3%	-1.20%	791,214	3.3%	3.3%	-0.80%	886,106	3.8%	3.3%	2.71%	1,253,314	5.2%	6.1%	3.34%	1,190,012	4.9%	6.1%	3.15%	7.32%	5.69%	3.78%	4.49%
<b>Total Index</b>	779,991	3.3%	3.3%	-1.20%	791,214	3.3%	3.3%	-0.80%	886,106	3.8%	3.3%	2.71%	1,253,314	5.2%	6.1%	3.34%	1,190,012	4.9%	6.1%	3.15%	7.32%	5.69%	3.92%	4.50%
Lehman Gov/Credit				-1.03%				-0.59%				2.53%				3.10%				3.01%	7.13%	6.00%	3.84%	4.69%
Enhanced																								
<b>Westridge</b>	411,659	1.7%	1.6%	-0.72%	415,682	1.8%	1.6%	-1.24%	411,100	1.8%	1.6%	4.05%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Lehman Aggregate																								
<b>Convertibles</b>																								
Calamos (2)	499,704	2.1%	2.0%	1.77%	567,165	2.4%	2.0%	4.67%	529,012	2.3%	2.0%	-7.39%	597,157	2.5%	2.0%	-0.03%	703,505	2.9%	2.7%	3.50%	2.07%	N/A	N/A	N/A
<b>Total Convertibles</b>	499,704	2.1%	2.0%	1.77%	567,165	2.4%	2.0%	4.67%	529,012	2.3%	2.0%	-7.39%	597,157	2.5%	2.0%	-0.03%	703,505	2.9%	2.7%	3.50%	2.07%	12.55%	5.57%	3.31%
Merrill Lynch All Convertibles (3)				1.38%				5.19%				-5.61%				-3.25%				1.01%	-1.62%	15.38%	8.30%	10.89%
<b>BBB Average Quality</b>																								
<b>Wells Capital</b>	577,919	2.4%	2.0%	-0.92%	584,886	2.5%	2.0%	0.55%	605,913	2.6%	2.0%	0.49%	612,001	2.5%	2.0%	1.86%	656,497	2.7%	2.7%	1.91%	3.93%	9.12%	5.96%	6.71%
Lehman BBB				-0.64%				1.30%				-1.05%				1.90%				1.67%	3.18%	7.54%	4.47%	6.43%
<b>Private Debt</b>																								
<b>Prudential</b>	455,597	1.9%	2.0%	-1.12%	572,871	2.4%	2.0%	-0.98%	564,923	2.4%	2.0%	0.79%	637,558	2.6%	2.0%	1.97%	632,617	2.6%	2.7%	1.88%	2.52%	7.16%	N/A	N/A
Lehman Aggregate				-0.73%				-0.21%				2.17%				3.00%				2.84%	7.21%	6.12%	3.98%	4.48%
<b>Timberland</b>																								
TIR - Teredo (4)	586,092	2.4%	2.4%	-0.06%	587,546	2.5%	2.5%	0.93%	575,733	2.5%	2.5%	4.99%	577,376	2.4%	2.4%	14.92%	512,910	2.1%	2.1%	-0.17%	21.50%	26.95%	12.73%	12.23%
TIR - Springbank	1,302,225	5.4%	5.4%	-0.02%	1,305,693	5.5%	5.5%	-0.09%	1,284,635	5.6%	5.6%	19.20%	1,099,296	4.6%	4.6%	-0.46%	1,085,734	4.5%	4.5%	-0.07%	18.42%	26.90%	N/A	N/A
<b>Total Timberland</b>	1,888,317	7.9%	7.9%	-0.03%	1,893,239	8.0%	8.0%	0.22%	1,860,368	8.0%	8.0%	14.31%	1,676,671	6.9%	6.9%	4.47%	1,598,644	6.6%	6.6%	-0.11%	19.52%	27.33%	26.21%	20.09%
NCREIF Timberland Index				1.48%				1.48%				4.50%				9.38%				3.90%	22.30%	11.89%	15.17%	11.37%
<b>Infrastructure</b>																								
<b>JP Morgan</b>	888,763	3.7%	3.7%	-0.17%	840,041	3.5%	3.5%	-0.17%	820,466	3.5%	3.5%	6.42%	784,316	3.2%	3.2%	0.18%	268,705	1.1%	1.1%	-0.69%	5.52%	N/A	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	5,963,664	24.9%	24.5%	-0.32%	6,233,181	26.3%	24.5%	0.27%	6,228,591	26.9%	24.5%	4.67%	6,171,710	25.6%	24.5%	2.38%	5,711,550	23.4%	24.5%	1.68%	8.91%	12.52%	11.43%	10.17%
Lehman Aggregate				-0.73%				-0.21%				2.17%				3.00%				2.84%	7.21%	6.12%	3.98%	4.48%
<b>HIGH YIELD BONDS</b>																								
<b>Core</b>																								
Loomis Sayles	596,252	2.5%	2.1%	1.05%	588,934	2.5%	2.1%	4.13%	566,082	2.4%	2.2%	-3.55%	586,918	2.4%	2.3%	-0.92%	582,978	2.4%	2.4%	0.37%	0.92%	13.37%	11.25%	N/A
Sutter/Wells Capital	512,682	2.1%	2.1%	0.21%	508,696	2.1%	2.1%	4.04%	470,480	2.0%	2.2%	-10.41%	521,585	2.2%	2.3%	0.30%	544,257	2.2%	2.4%	-3.19%	-9.31%	9.82%	8.02%	N/A
<b>Total Core</b>	1,108,934	4.6%	4.2%	0.66%	1,097,630	4.6%	4.3%	4.09%	1,036,562	4.5%	4.4%	-6.78%	1,108,503	4.6%	4.6%	-0.33%	1,127,235	4.6%	4.7%	-1.39%	-4.00%	11.59%	9.63%	5.67%
LB High Yield 2% Issuer Constrained Index				0.40%				4.11%				-2.97%				-1.07%				0.40%	0.74%	11.22%	8.70%	N/A
<b>Mezzanine Debt</b>																								
Goldman Sachs 2006 Fund	32,192	0.1%	0.1%	-0.14%	32,192	0.1%	0.1%	-0.14%	29,638	0.1%	0.1%	-1.13%	26,553	0.1%	0.1%	1.03%	26,096	0.1%	0.1%	-1.07%	-1.46%	7.39%	N/A	N/A
Goldman Sachs Fund V	21,346	0.1%	0.1%	0.00%	21,346	0.1%	0.1%	0.00%	21,346	0.1%	0.1%	-0.48%	21,449	0.1%	0.1%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
TCW	46,972	0.2%	0.2%	0.52%	47,732	0.2%	0.2%	0.50%	32,520	0.1%	0.1%	0.21%	44,060	0.2%	0.2%	0.54%	40,031	0.2%	0.2%	-2.96%	-1.23%	N/A	N/A	N/A
<b>Total Mezzanine Debt</b>	100,510	0.4%	0.4%	0.20%	101,270	0.4%	0.4%	0.14%	83,504	0.4%	0.4%	-0.45%	92,062	0.4%	0.4%	0.63%	66,127	0.3%	0.3%	-1.72%	-1.21%	7.39%	N/A	N/A
LB High Yield 2% Issuer Constrained Index				0.40%				4.11%				-2.97%				-1.07%				0.40%	0.74%	11.22%	8.77%	11.75%
<b>Distressed Mortgages</b>																								
PIMCO	66,007	0.3%	0.3%	0.00%	66,007	0.3%	0.3%	0.00%	51,558	0.2%	0.2%	2.41%	15,321	0.1%	0.1%	0.00%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Declaration Management	19,151	0.1%	0.1%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<b>Total Distressed Mortgages</b>	85,159	0.4%	0.4%	0.00%	66,007	0.3%	0.3%	0.00%	51,558	0.2%	0.2%	2.41%	15,321	0.1%	0.1%	0.00%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
LB High Yield 2% Issuer Constrained Index				0.40%				4.11%				-2.97%				-1.07%				0.40%	0.74%	11.22%	8.77%	11.75%
<b>TOTAL HIGH YIELD BONDS</b>	1,294,602	5.4%	5.0%	0.59%	1,264,907	5.3%	5.0%	3.63%	1,171,624	5.1%	5.0%	-6.15%	1,215,885	5.0%	5.0%	-0.19%	1,193,362	4.9%	5.0%	-1.35%	-3.68%	11.62%	9.64%	11.24%
LB High Yield 2% Issuer Constrained Index				0.40%				4.11%				-2.97%				-1.07%				0.40%	0.74%	11.22%	8.77%	11.75%
<b>INTERNATIONAL FIXED INCOME</b>																								
<b>International Sovereign</b>																								
<b>UBS Global (Brinson)</b>	1,006,194	4.2%	4.5%	-1.52%	1,119,978	4.7%	4.5%	-2.83%	1,152,182	5.0%	4.5%	10.25%	1,044,948	4.3%	4.5%	3.31%	1,019,296	4.2%	4.5%	7.48%	17.17%	0.21%	2.69%	6.66%
Citigroup Non-US Gov't Bond Index (5)				-1.53%				-3.59%				10.93%				3.91%				8.10%	18.30%	2.22%	3.23%	6.89%
<b>International Core</b>																								
<b>Brandywine</b>	1,072,716	4.5%	4.5%	0.09%	1,127,465	4.8%	4.5%	1.21%	1,113,112	4.8%	4.5%	1.87%	1,092,663	4.5%	4.5%	2.60%	1,056,974	4.3%	4.5%	5.77%	11.98%	6.63%	7.38%	N/A
Lehman Global Aggregate (ex-US)				-1.29%				-2.87%				9.32%				3.38%				7.35%	16.33%	3.78%	5.22%	N/A
<b>TOTAL INTERNATIONAL FIXED INCOME</b>	2,078,910	8.7%	9.0%	-0.71%	2,247,442	9.5%	9.0%	-0.84%	2,265,293	9.8%	9.0%	5.97%	2,137,611	8.9%	9.0%	2.95%	2,076,270	8.5%	9.0%	6.60%	14.50%	3.41%	5.03%	8.23%
Citigroup Non-US Gov't Bond Index (5)				-1.53%				-3.59%				10.93%				3.91%				8.10%	18.30%	2.22%	3.27%	6.92%
<b>REAL ESTATE</b>																								
INVESCO - Core	937,091			-0.04%	937,091			-0.04%	943,546			1.19%	958,348			2.01%	951,333			2.96%	6.20%	14.44%	N/A	N/A
INVESCO - Fund II	21,101			0.00%	24,145			-11.08%	27,154			-14.90%	31,456			N/A	-			N/A	N/A	N/A	N/A	N/A
J.P. Morgan Strategic & Special Funds	1,000,306			0.21%	997,319			0.58%	1,002,054			-1.55%	994,577			2.21%	985,228			3.89%	5.37%	19.72%	20.09%	15.71%
J.P. Morgan Alternative Property Fund	229,884			-0.10%	229,884			-0.10%	229,809			0.08%	226,539			0.20%	225,159			0.83%	0.92%	6.70%	N/A	N/A
J.P. Morgan Greater China Property Fund	15,560			0.00%	15,560			0.00%	15,560			N/A	N/A			N/A	N/A			N/A	N/A	N/A	N/A	N/A
<b>TOTAL REAL ESTATE</b>	2,203,942	9.2%	8.5%	0.07%	2,203,999	9.3%	8.5%	0.10%	2,218,123	9.6%	8.5%	-0.40%	2,210,920	9.2%	8.5%	1.89%	2,161,721	8.9%	8.5%	3.15%	4.86%	15.47%	20.09%	15.71%
NCREIF TOTAL INDEX				0.53%				0.																

**CITY OF BISMARCK POLICE PENSION FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2008**

ALTERNATIVE INVESTMENTS	May-08				April-08				March-08				December-07				September-07				Current	Prior Year	3 Years	5 Years
	Allocation			Month	Allocation			Month	Allocation			Quarter	Allocation			Quarter	Allocation			Quarter	Fiscal YTD	FY07	3 Years	5 Years
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net ROR	Net ROR	6/30/2007	6/30/2007
																							Net	Net
Coral Partners V	24,299			0.00%	24,299			0.00%	27,144			-1.62%	27,591			-1.64%	14,926			-1.25%	-4.44%	-1.78%	-4.71%	-14.30%
Coral Partners V - Supplemental	3,275			0.00%	3,275			0.00%	3,268			-0.99%	3,301			-5.29%	2,134			-0.33%	-6.54%	8.49%	3.75%	0.86%
Coral Momentum Fund (Formerly Fund VI)	54,650			0.00%	54,650			0.00%	60,086			-9.16%	66,147			-4.08%	42,231			43.80%	25.30%	-16.26%	-8.10%	N/A
Brinson 1998 Partnership Fund	4,028			0.00%	4,028			0.00%	4,028			2.44%	6,257			7.53%	3,698			6.31%	17.10%	31.02%	22.24%	11.25%
Brinson 1999 Partnership Fund	11,180			0.00%	12,806			0.00%	12,806			2.93%	12,442			1.84%	9,599			8.83%	14.08%	19.95%	14.43%	7.53%
Brinson 2000 Partnership Fund	37,813			0.00%	37,813			0.00%	37,813			5.90%	46,204			3.81%	27,257			12.46%	23.63%	13.52%	18.72%	9.86%
Brinson 2001 Partnership Fund	32,061			0.00%	34,470			0.00%	34,470			2.78%	33,539			-5.15%	21,656			7.25%	4.55%	15.81%	13.02%	7.67%
Brinson 2002 Partnership Fund	17,007			0.00%	17,007			0.00%	17,007			-2.77%	17,491			-1.75%	12,237			7.77%	2.95%	11.10%	12.11%	11.95%
Brinson 2003 Partnership Fund	5,907			0.00%	5,907			0.00%	5,781			-5.49%	6,572			5.07%	3,831			-2.14%	-2.83%	34.38%	19.70%	N/A
Total Brinson Partnership Funds	107,995			0.00%	112,031			0.00%	111,905			2.42%	122,505			2.77%	78,277			8.74%	14.45%	16.34%	16.34%	10.08%
Brinson 1999 Non-US Partnership Fund	5,296			0.00%	5,296			0.00%	5,296			7.30%	5,972			-0.20%	3,664			-15.34%	-9.34%	111.26%	57.67%	39.95%
Brinson 2000 Non-US Partnership Fund	12,989			0.00%	12,989			0.00%	12,989			13.94%	16,349			3.76%	9,649			9.22%	29.12%	55.10%	34.26%	25.05%
Brinson 2001 Non-US Partnership Fund	8,179			0.00%	8,179			0.00%	9,277			-5.09%	10,872			4.45%	7,585			8.40%	7.46%	7.81%	14.42%	11.71%
Brinson 2002 Non-US Partnership Fund	22,010			0.00%	22,010			0.00%	22,010			-5.07%	24,127			4.69%	15,196			9.52%	8.84%	88.98%	43.24%	29.72%
Brinson 2003 Non-US Partnership Fund	19,868			0.00%	19,868			0.00%	19,868			15.64%	21,518			8.33%	12,164			5.76%	32.49%	76.59%	33.38%	N/A
Brinson 2004 Non-US Partnership Fund	8,797			0.00%	8,525			0.00%	8,525			12.84%	8,640			3.79%	5,098			7.85%	26.31%	23.98%	15.75%	N/A
Total Brinson Non-US Partnership Fund	77,138			0.00%	76,867			0.00%	77,965			5.31%	87,478			4.91%	53,357			6.06%	17.18%	62.33%	35.68%	25.84%
Adams Street 2008 Non-US Partnership Fd	796			0.00%	597			0.00%	597			N/A	-			N/A	-			N/A	N/A	N/A	N/A	N/A
Brinson BVCF IV	55,339			0.00%	74,861			0.00%	74,861			15.47%	66,561			4.45%	39,034			9.99%	32.65%	-3.23%	10.47%	6.87%
Adams Street Direct Co-investment Fund	58,185			0.00%	58,185			0.00%	58,062			0.00%	53,358			5.57%	20,877			-0.11%	5.45%	N/A	N/A	N/A
Matlin Patterson Global Opportunities	28,352			0.00%	32,527			0.00%	32,527			0.47%	28,266			76.23%	9,823			-60.15%	-29.44%	10.95%	25.72%	N/A
Matlin Patterson Global Opportunities II	120,322			0.00%	124,899			0.00%	124,899			-2.10%	124,866			-0.54%	70,253			0.61%	-2.03%	37.09%	N/A	N/A
Matlin Patterson Global Opportunities III	48,732			0.00%	41,424			0.00%	28,398			-2.39%	13,138			-2.74%	8,273			-15.88%	-20.14%	N/A	N/A	N/A
InvestAmerica	22,358			0.00%	22,358			0.00%	22,358			-15.93%	26,594			0.00%	16,287			18.49%	-0.39%	13.96%	-2.58%	-5.68%
Hearthstone MSII	670			0.00%	670			0.00%	815			0.00%	272			0.27%	0			0.00%	0.27%	-95.85%	-100.00%	-100.00%
Hearthstone MSIII	9,026			0.00%	9,026			0.00%	9,026			24.63%	9,418			1.16%	7,753			18.89%	49.89%	208.65%	79.05%	N/A
Corsair III	56,101			0.00%	58,287			0.00%	37,460			-3.42%	35,420			-1.20%	8,039			14.87%	9.61%	N/A	N/A	N/A
Corsair III - ND Investors LLC	9,046			N/A	9,046			N/A	9,046			N/A	-			N/A	-			N/A	N/A	N/A	N/A	N/A
Quantum Resources	9,692			0.00%	12,951			0.00%	15,239			0.00%	15,239			-4.10%	8,004			-8.56%	-12.31%	N/A	N/A	N/A
Quantum Energy Partners	9,094			0.00%	9,094			0.00%	6,931			0.00%	6,931			4.30%	4,070			-17.70%	-14.16%	N/A	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS (6)	695,071	2.9%	3.0%	0.00%	725,048	3.1%	3.0%	0.00%	700,589	3.0%	3.0%	0.60%	687,084	2.8%	3.0%	2.48%	383,338	1.6%	3.0%	3.37%	6.56%	16.97%	15.16%	8.08%
CASH EQUIVALENTS																								
Northern Trust STIF/STEP	159,192	0.7%	0.0%	0.80%	32,294	0.1%	0.0%	0.21%	89,355	0.4%	0.0%	-1.37%	108,297	0.4%	0.0%	0.38%	421,496	1.7%	0.0%	0.68%	0.69%	5.25%	3.91%	3.00%
90 Day T-Bill				0.03%				0.11%				0.88%				1.05%				1.34%	3.45%	5.21%	3.78%	2.76%
TOTAL FUND	23,987,977	100.0%	100.0%	1.11%	23,720,797	100.0%	100.0%	2.70%	23,138,414	100.0%	100.0%	-4.25%	24,138,074	100.0%	100.0%	-1.09%	24,364,738	100.0%	100.0%	1.19%	-0.50%	17.87%	13.79%	12.47%
POLICY TARGET BENCHMARK				0.76%				2.46%				-3.82%				-0.34%				2.14%	1.07%	14.48%	10.23%	9.83%

**NOTE: Monthly returns and market values are preliminary and subject to change.**

- (1) This benchmark was changed to the MSCI EAFE (unhedged) as of December 1, 2004.
- (2) TCW was terminated on September 22, 2006. The portfolio was transferred to Calamos on October 5, 2006.
- (3) Prior to January 1, 2005, the benchmark was the First Boston Convertible Index.
- (4) Prior to June 1, 2006, the Toreda properties were under the management of RMK.
- (5) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.
- (6) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.